

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1765 – SB 1988

April 6, 2009

**SUMMARY OF AMENDMENT (005633):** Removes provisions stating legislative intent, that funds for emergency services are to be appropriated, and that monies received pursuant to the American Recovery and Reinvestment Act of 2009 can be used for the purpose of making grants to support emergency services.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact - The fiscal impact of this bill cannot be determined due to multiple unknown factors. However, it is reasonable to expect that an appropriation of funds exceeding \$17,350,000, either from state funds or from monies received pursuant to the American Recovery and Reinvestment Act of 2009, would be required to award certain municipalities across the state one-time grants.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

**Other Fiscal Impact - The fiscal impact of this bill cannot be determined due to multiple unknown factors. However, it is reasonable to expect that an appropriation of funds exceeding \$17,350,000 would be required to award certain municipalities across the state one-time grants.**

Assumptions applied to amendment:

- According to the Department of Economic and Community Development, there are 347 municipalities in Tennessee.
- The fiscal impact of this bill is dependent upon multiple unknown factors such as the number of municipalities that will request grants, the amount of funding made available for the purpose of making grants, the number of grants awarded, and the amount of each awarded grant.

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- A precise fiscal estimate for this bill cannot be determined due to the extent of these unknown factors. However, assuming a minimum average grant of \$50,000 per municipality, at least \$17,350,000 would be required ( $347 \times \$50,000 = \$17,350,000$ ). This further assumes that such grants are considered one-time grants.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script, reading "James W. White".

James W. White, Executive Director

/rnc